GOVERNMENT OF INDIA
URBAN DEVELOPMENT
LOK SABHA

STARRED QUESTION NO:305
ANSWERED ON:19.12.2008
PERFORMANCE OF NBCC/OTHER PSUS IN CONSTRUCTION SECTOR
Patel Shri Kishanbhai Vestabhai

Will the Minister of URBAN DEVELOPMENT be pleased to state:

(a) the details of the Public Sector Undertakings (PSUs) including National Buildings Construction Corporation (NBCC) under the Ministry of Urban Development engaged in the work of construction of houses;

(b) whether the Government has reviewed the performance of these PSUs during the last three years;

(c) if so, the details thereof;

(d) whether the Government proposes to assign these PSUs including NBCC a more meaningful role in the construction sector during the coming years; and

(e) if so, the details thereof?

Answer

THE MINISTER OF STATE IN THE MINISTRY OF URBAN DEVELOPMENT (SHRI AJAY MAKEN)

(a)to(e): A Statement is laid on the Table of the Sabha.

STATEMENT

STATEMENT REFERRED TO IN REPLY TO LOK SABHA STARRED QUESTION NO.305 FOR 19.12.2008 REGARDING PERFORMANCE OF NBCC/OTHER PSUs IN CONSTRUCTION SECTOR.

(a): National Buildings Construction Corporation Limited (NBCC) is the only Public Sector Undertaking functioning under the Ministry of Urban Development.

(b)&(c): For every financial year, Ministry enters into a Memorandum of Understanding (MoU) with NBCC fixing targets with reference to certain performance parameters which are decided in consultation with the Department of Public Enterprises (DPE). Ministry reviews the performance of NBCC on half yearly basis in terms of these targets. In the last five years the turnover and profit of NBCC have grown by 3 and 27 times respectively i.e. @ compounded average growth rate of 25% and 95% per year. DPE also evaluates the performance of NBCC every year with reference to these targets. During the last three years, performance of NBCC has been rated by DPE as under:

2005-06 - Excellent

2006-07 - Excellent

2007-08 - Excellent (Expected - based on performance parameters laid down by DPE)

(d)&(e): NBCC has already undertaken a large number of Government works which are at various stages of execution. These include Border Fencing, Road Projects under the Pradhan Mantri Gramin Sadak Yojana, North Eastern Region Project under Non-Lapsable Central Pool Reserves, construction of General Pool Residential Accommodation for Central Government employees, construction of shelter for earthquake victims in Jammu and Kashmir, construction of chimneys and high rise buildings in the power plants and others. In addition, NBCC has also undertaken a number of projects on its own such as housing projects, commercial complex, etc. Thus, NBCC has already been performing a meaningful role in the construction sector.